

INCOMING CABLEGRAM

# ECONOMIC COOPERATION ADMINISTRATION

23

SECURITY CLASSIFICATION

SECRET

Action  
ECA

Info  
SISA

E

EUR

OLI

EFAA

DISTRIBUTION

FROM: Oslo

TO: ECA ADMINISTRATOR

NO.: TOECA 312, June 20, 1 p.m.

Control:

11109

Rec'd:

June 20, 1951

11:35 a.m.

ACTION

IND

INFO.

EPD

FPTD

AAP

AAO

GC

TRANS

SMBUS

EASTW

ISA

PMCD

CESEC

OTHER AGENCY

CIA

COMM

ARMY

TREAS

SENT WASHINGTON 312 RPTD INFO PARIS TOREP 294.

Refs: (A) Oslo ECATO 272 sent Paris TOREP 3651; (B) Oslo TOECA 280 rptd Paris TOREP 260; (C) Oslo ECATO 322 rptd Paris TOREP 4087; (D) Oslo TOECA-R-49, TOREP-R-50.

1. Objectives and possible procedure tentative plan for equalizing US-Polish delivered coal costs discussed by Mission reps with officials of Norwegian Govt. Necessity for Congressional approval before plan put into effect explained.

2. Initial govt reaction: Plan wld be of some aid to Norway but to large extent still leaves unsolved basic problems of increased dollar payments and loss of shipping earnings even though these factors considered in determining 1951/52 aid recommendations. (See P-13, ref D). Extent to which Norway wld be assisted by plan depends on delivered cost Polish coal used as basis for equalization payments. In recent months, Poles have tended to offer Norway coal at f.o.b. prices which when added to freight, insurance, etc. yield delivered cost only few kroner below delivered cost from US. Hence, Norway wld be eligible only for small equalization payments unless arbitrary Polish delivered price used. ECA/W requested clarify way in which delivered cost Polish coal to be determined.

3. Data for coal in 1951/52 requested REFTTEL C follows (in thousands of metric tons):

A. Svalbard production--350 to 400;

B. Consumption--1,400 of which: Anthracite--55-60, gas 90-100, home heating--250, Merchant Marine--300, railways--300, mechanical and engineering industries--400;

C. PC imports

SECRET

REPRODUCTION OF CLASSIFIED

**INCOMING CABLEGRAM ECONOMIC COOPERATION ADMINISTRATION**

**SECURITY CLASSIFICATION**

**SECRET**

-2-# TOECA 312, June 20, 1 p.m., from Oslo

C. PC imports--unavailable;

D. Anticipated stocks 6/30/51--450, 6/30/52--600.  
More details re probable sources imports and stocks  
requested and will be forwarded soonest.

Level 1951/52 PC deliveries cannot (rpt not) be deter-  
mined accurately until conclusion negots with UK scheduled  
to begin Thursday.

4. To be of value, any further details or comments needed  
before Norwegian del leaves for Poland end next week.

GROSS

MAM:BD

JUN 21 12 37 PM '51

JUN 21 3 24 PM '51

NORTH BRANCH

**SECRET**

REPRODUCTION OF CLASSIFIED